

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 228741

70

ORIGIN EB-06

INFO OCT-01 EUR-08 ISO-00 AGR-05 AID-05 IO-04 RSC-01

COME-00 TRSE-00 SWF-01 H-01 CIAE-00 INR-05 NSAE-00

PA-01 USIA-06 PRS-01 SP-02 L-01 NSC-05 CIEP-01 SS-15

STR-01 OMB-01 CEA-01 FRB-01 IGA-01 XMB-02 /076 R

DRAFTED BY EB:ORF:OFP:FPD:CGBILLO:ML

APPROVED BY EB:ORF:OFP:FPD:MICHAEL P. BOERNER

EUR/EE - RACHRISTENSEN

USDA/FAS - CORTEGA

----- 027381

R 172057Z OCT 74

FM SECSTATE WASHDC

TO AMEMBASSY BUCHAREST

LIMITED OFFICIAL USE STATE 228741

E.O. 11652

TAGS: EAGR, ETRD

SUBJ: ROMANIAN REQUEST FOR ADDITIONAL CCC CREDITS FOR
FEEDGRAINS

REF: BUCHAREST 4463 AND 4503

1. STATE AND USDA HAVE CAREFULLY EXAMINED ROMANIAN REQUEST FOR ADDITIONAL CCC CREDIT LINE OF DOLLARS 50 - 55 MILLION, TO COVER FEEDGRAIN PURCHASES. THIS EXAMINATION HAS TAKEN INTO ACCOUNT DISTRESSED CONDITIONS REPORTED REFTELS CONCERNING ROMANIA'S GRAIN/FEED/LIVESTOCK SECTOR. REGRET THAT IT IS IMPOSSIBLE TO REPLY AFFIRMATIVELY TO ROMANIAN REQUEST, HOWEVER, DUE TO THE CURRENT EXTREMELY TIGHT U.S. SUPPLY/DEMAND BALANCE FOR FEEDGRAINS. USDA OCTOBER 1 CROP REPORT ISSUED OCTOBER 10 CONFIRMS EXPECTED FURTHER TIGHTENING IN CORN AVAILABILITY. CORN CROP NOW EXPECTED TO BE 16 PERCENT BELOW 1973. SORGHUM PRODUCTION WILL BE DOWN ONE THIRD FROM 1973 AND COMBINED FEEDGRAINS HARVEST WILL BE 18
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 228741

PERCENT BELOW LAST YEAR.

2. ROMANIAN EMBASSY APPROACHED USDA HERE AND WAS INFORMED BY USDA THAT NO NEW FEEDGRAINS CREDITS WERE BEING ISSUED BECAUSE OF SHORT SUPPLY SITUATION. THOSE FEW PREVIOUS CREDITS ISSUED FOR FEEDGRAINS WHICH HAVE NOT BEEN USED (DOLLARS 11.9 MILLION) ARE NO LONGER ELIGIBLE FOR CORN PURCHASES BUT COULD BE USED FOR BARLEY, OATS OR GRAIN SORGHUM. DEPARTMENT ASSUMES THAT EMBASSY HAS TRANSMITTED THIS INFORMATION TO GOR. EMBASSY SHOULD, HOWEVER, INFORM

GOR THAT WE REGRET WE ARE UNABLE TO RESPOND POSITIVELY TO THIS REQUEST. GOR IS UNDOUBTEDLY AWARE OF THE RESTRICTIONS WHICH WE HAVE PLACED ON FEEDGRAINS EXPORTS AND SHOULD APPRECIATE THAT IN SUCH A SITUATION GOVERNMENT CREDITS WHICH WOULD FURTHER STIMULATE EXPORTS CANNOT BE JUSTIFIED. OUR COMMERCIAL MARKET IS NOT CLOSED TO EXPORT PURCHASERS, AND ROMANIANS CAN ENTER COMMERCIAL MARKET SUBJECT TO REQUIREMENTS OF VOLUNTARY PROGRAM UNDER WHICH EXPORTERS UNDERTAKE TO REGISTER AND OBTAIN APPROVAL OF SUBSTANTIAL EXPORTS PURCHASES. SEE STATE 221220.

3. FYI. ALTHOUGH FEEDGRAINS ARE EXTREMELY TIGHT AND NOT ELIGIBLE FOR NEW CREDITS, THERE IS SOME POSSIBILITY THAT ADDITIONAL CCC CREDIT FOR COTTON MIGHT BE AVAILABLE FOR ROMANIA, IF NEED FOR THIS COMMODITY STILL EXISTS. EMBASSY SHOULD NOT SUGGEST THIS TO GOR, BUT MAY RESPOND IF ROMANIANS RAISE SUBJECT ON THEIR OWN INITIATIVE.
END FYI. KISSINGER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, AGRICULTURAL FINANCE, GRAINS
Control Number: n/a
Copy: SINGLE
Draft Date: 17 OCT 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: shawdg
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE228741
Document Source: CORE
Document Unique ID: 00
Drafter: ORF:OPF:FPD:CGBILLO:ML
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740296-0828
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741038/aaaabggn.tel
Line Count: 88
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: BUCHAREST 4463 AND 4503
Review Action: RELEASED, APPROVED
Review Authority: shawdg
Review Comment: n/a
Review Content Flags:
Review Date: 04 JUN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <04 JUN 2002 by boyleja>; APPROVED <19 MAR 2003 by shawdg>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ROMANIAN REQUEST FOR ADDITIONAL CCC CREDITS FOR FEEDGRAINS
TAGS: EAGR, ETRD
To: BUCHAREST
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005